

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL EXPRESS, PRIORITY MAIL,
FIRST-CLASS PACKAGE SERVICE & PARCEL SELECT
PRIORITY MAIL EXPRESS, PRIORITY MAIL,
FIRST-CLASS PACKAGE SERVICE & PARCEL SELECT
CONTRACT 11

Docket No. MC2022-68

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL EXPRESS, PRIORITY MAIL,
FIRST-CLASS PACKAGE SERVICE & PARCEL SELECT
CONTRACT 11 (MC2022-68)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2022-74

**USPS NOTICE OF FILING UPDATED
RATE FLOORS UNDER SEAL**
(February 28, 2023)

The Postal Service hereby provides notice of filing updated rate floors under seal in this docket, which reflect the “most conservative” fixed reference points for each rate cell. See USPS Response to CHIR No. 1, Question 3 (June 29, 2022). The updated rate floors contain two changes, for the Priority Mail Zone 1, 11 lbs. and 12 lbs. rate cells. No other changes have been made to what was originally filed in this docket.

These changes resulted from the Postal Service’s structural change to split Zone 1 and Zone 2 in the January 22, 2023, competitive price change case, and the published rate decrease for those two particular cells in Docket No. CP2023-42. Because of this structural change and rate decrease, which was not anticipated at the time the rate floors were established, the Postal Service has determined that the applicable contract rates for Zone 1, 11 lbs. and 12 lbs. under this contract now fall

below the rate floor initially filed in this docket. Accordingly, the Postal Service is today filing updated rate floors applicable to the instant contract.

The updated rate floors being filed today are applicable to all of the Postal Service's Connect eCommerce (CeC) contracts filed over the past six to eight months, which total 85 active contracts. In the interest of promoting administrative efficiency, and avoiding overwhelming the Commission's docket system with separate notices for all 85 contracts, attached to this notice is an Appendix listing all the CeC contracts and respective docket numbers to which the updated rate floors apply. If the Commission prefers that the Postal Service file separate identical notices in each docket, the Postal Service stands ready to do so forthwith. But as that process will take at least several days of postal workhours, the Postal Service wanted to provide the Commission with immediate notice of the affected dockets via the instant pleading and Appendix.

The Postal Service has determined that the volume shipped under these two rate cells represents less than 0.02 percent of the total CeC contract volume. Moreover, the Postal Service's Finance Department submits that all CeC contracts in the Appendix are still expected to cover costs given that these two cells remain above cost and volume is negligible. A signed certification to that effect is also attached to this pleading.

The Postal Service hereby incorporates by reference its original Application for Non-Public Treatment in this docket for the protection of the material filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorney:

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February 28, 2023

Appendix

Contract #	MC Docket #	CP Docket #
PME-PM-FCPS-PS 11	2022-068	2022-074
PME-PM-FCPS-PS 12	2022-069	2022-075
PME-PM-FCPS-PS 13	2022-070	2022-076
PME-PM-FCPS-PS 14	2022-071	2022-077
PME-PM-FCPS-PS 15	2022-080	2022-086
PME-PM-FCPS-PS 16	2022-084	2022-088
PME-PM-FCPS-PS 17	2022-087	2022-091
PME-PM-FCPS-PS 18	2022-088	2022-092
PME-PM-FCPS-PS 19	2022-090	2022-094
PME-PM-FCPS-PS 21	2022-107	2022-111
PME-PM-FCPS-PS 22	2022-108	2022-112
PME-PM-FCPS-PS 23	2022-109	2022-113
PME-PM-FCPS-PS 24	2022-110	2022-114
PME-PM-FCPS-PS 25	2022-111	2022-115
PME-PM-FCPS-PS 26	2022-112	2022-116
PME-PM-FCPS-PS 27	2022-113	2022-117
PME-PM-FCPS-PS 28	2022-104	2022-118
PME-PM-FCPS-PS 29	2022-115	2022-119
PME-PM-FCPS-PS 30	2022-116	2022-120
PME-PM-FCPS-PS 31	2022-117	2022-121
PME-PM-FCPS-PS 32	2022-118	2022-122
PME-PM-FCPS-PS 33	2022-120	2022-124
PME-PM-FCPS-PS 34	2022-121	2022-125
PME-PM-FCPS-PS 35	2022-122	2022-126
PME-PM-FCPS-PS 36	2022-123	2022-127
PME-PM-FCPS-PS 37	2022-124	2022-128
PME-PM-FCPS-PS 38	2022-125	2022-129
PME-PM-FCPS-PS 39	2022-126	2022-130
PME-PM-FCPS-PS 40	2022-127	2022-131
PME-PM-FCPS-PS 41	2022-128	2022-132
PME-PM-FCPS-PS 43	2022-131	2022-135
PME-PM-FCPS-PS 44	2022-132	2022-136
PME-PM-FCPS-PS 45	2022-134	2022-138
PME-PM-FCPS-PS 46	2022-135	2022-139
PME-PM-FCPS-PS 47	2022-136	2022-140
PME-PM-FCPS-PS 48	2022-137	2022-141
PME-PM-FCPS-PS 49	2022-138	2022-142
PME-PM-FCPS-PS 50	2022-139	2022-143
PME-PM-FCPS-PS 52	2022-141	2022-145

PME-PM-FCPS-PS 53	2022-143	2022-147
PME-PM-FCPS-PS 54	2022-144	2022-148
PME-PM-FCPS-PS 55	2022-145	2022-149
PME-PM-FCPS-PS 56	2022-146	2022-150
PME-PM-FCPS-PS 57	2023-002	2023-002
PME-PM-FCPS-PS 58	2023-004	2023-004
PME-PM-FCPS-PS 59	2023-005	2023-005
PME-PM-FCPS-PS 60	2023-006	2023-006
PME-PM-FCPS-PS 62	2023-008	2023-008
PME-PM-FCPS-PS 63	2023-009	2023-009
PME-PM-FCPS-PS 64	2023-010	2023-010
PME-PM-FCPS-PS 66	2023-014	2023-013
PME-PM-FCPS-PS 67	2023-015	2023-014
PME-PM-FCPS-PS 68	2023-016	2023-015
PME-PM-FCPS-PS 70	2023-020	2023-019
PME-PM-FCPS-PS 71	2023-021	2023-020
PME-PM-FCPS-PS 72	2023-023	2023-022
PME-PM-FCPS-PS 73	2023-025	2023-024
PME-PM-FCPS-PS 74	2023-027	2023-026
PME-PM-FCPS-PS 75	2023-028	2023-027
PME-PM-FCPS-PS 76	2023-029	2023-028
PME-PM-FCPS-PS 77	2023-030	2023-029
PME-PM-FCPS-PS 78	2023-033	2023-032
PME-PM-FCPS-PS 80	2023-035	2023-034
PME-PM-FCPS-PS 81	2023-038	2023-037
PME-PM-FCPS-PS 82	2023-039	2023-038
PME-PM-FCPS-PS 83	2023-040	2023-039
PME-PM-FCPS-PS 84	2023-044	2023-044
PME-PM-FCPS-PS 86	2023-052	2023-050
PME-PM-FCPS-PS 87	2023-053	2023-051
PME-PM-FCPS-PS 90	2023-063	2023-063
PME-PM-FCPS-PS 91	2023-064	2023-064
PME-PM-FCPS-PS 92	2023-065	2023-065
PME-PM-FCPS-PS 93	2023-066	2023-066
PME-PM-FCPS-PS 94	2023-068	2023-068
PME-PM-FCPS-PS 95	2023-070	2023-070
PME-PM-FCPS-PS 96	2023-077	2023-078
PME-PM-FCPS-PS 97	2023-079	2023-080
PME-PM-FCPS-PS 98	2023-080	2023-081
PME-PM-FCPS-PS 99	2023-081	2023-082
PME-PM-FCPS-PS 100	2023-082	2023-083
PME-PM-FCPS-PS 101	2023-083	2023-084
PME-PM-FCPS-PS 102	2023-084	2023-085

PME-PM-FCPS-PS 103	2023-085	2023-086
PME-PM-FCPS-PS 104	2023-091	2023-092
PME-PM-FCPS-PS 105	2023-096	2023-097

Certification Regarding Updated Rate Floors

I, Lisa H. Arcari, Director, Domestic Package Pricing, Finance Department, hereby certify that all of the contracts contained in the Appendix filed today are still expected to cover costs, and will remain in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). The two updated price cells in the floors filed today remain above cost, and volume in those cells is negligible.

**Lisa
Arcari**

Digitally signed
by Lisa Arcari
Date: 2023.02.28
11:55:36 -05'00'

Lisa H. Arcari